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March 31, 2021

**VIA ELECTRONIC FILING**

The Honorable Jocelyn G. Boyd  
Chief Clerk and Executive Director  
Public Service Commission of South Carolina  
101 Executive Center Drive, Suite 100  
Columbia, South Carolina 29210

**Re: Application of Duke Energy Progress, LLC for Adjustments in Electric Rate Schedules and Tariffs and Request for an Accounting Order  
Docket No. 2018-318-E**

Dear Ms. Boyd:

Pursuant to Commission Order No. 2019-341 in the *Application of Duke Energy Progress, LLC for Adjustments in Electric Rate Schedules and Tariffs and Request for an Accounting Order*, Duke Energy Progress, LLC (“DEP” or the “Company”) hereby requests the Public Service Commission of South Carolina (“Commission”) approve DEP’s updated Excess Deferred Income Tax (“EDIT”) Rider to be effective June 1, 2021.

In the Company’s most recent rate case, the Commission ordered that “As a result of the stipulation entered into between DEP and Nucor, to which no party objected, an EDIT Tax Savings Rider is authorized for the base rate savings due to the TCJA. The EDIT Tax Savings Rider will remain in place until base rates are reset to reflect these savings in a future rate case proceeding. The ORS will review the changing ARAM rate related to protected EDIT to ensure that it is correctly calculated during the annual change in the EDIT rider.”<sup>1</sup>

For Year 1, the annual revenue requirement for the EDIT rider was a decrement of approximately \$12,854,000. For Year 2, the annual revenue requirement was a decrement of approximately \$14,803,000. For Year 3, DEP has calculated an annual revenue decrement of approximately \$16,220,000.

For the Commission’s review, the Company is providing the following attachments in support of this request:

Exhibit 1: Excess Deferred Income Tax Rider (EDIT) Revenue Requirement – Year 3, in the same form as originally provided in the Company’s most recent rate case;

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<sup>1</sup> Order No. 2019-341, Paragraph 7, p. 110.

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Exhibit 2: True Up for Actual Sales Volume January 2020 – December 2020;  
Exhibit 3: Derivation of Excess Deferred Income Tax Rider EDIT Rates – Year 3;  
Exhibit 4: Federal Tax Change Liability Rider Rate Calculation;  
Exhibit 5: Redline versions of the revised tariffs; and  
Exhibit 6: Clean versions of the revised tariffs.

The Company requests the revised EDIT Rider and associated Schedules to be effective as of June 1, 2021.

The Company has provided the EDIT Rider calculations to the Office of Regulatory Staff for review in compliance with the Commission's Order and has included the ORS and all parties on this filing.

Sincerely,



Heather Shirley Smith

Attachments

C: Parties of Record (via email with attachments)